

THE BRITISH JOURNAL OF SURGERY SOCIETY LIMITED
(A Company Limited By Guarantee)

Charity No. 271326
Company No. 1248899

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31ST DECEMBER 2011

WEDNESDAY



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COMPANIES HOUSE

The British Journal of Surgery Society Limited

Relevant Addresses

Editorial Address

British Journal of Surgery
John Wiley and Sons Ltd
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Registered Office

c/o Druces LLP
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Solicitors

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London EC2M 5PS

Auditors

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Investment Advisers

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28 St Andrew Square
Edinburgh
EH2 1AF

Bankers

Bank of Scotland
59 Bath Street
Glasgow
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Connected Registered UK Charities

The Surgical Foundation (1068016)

Association of Surgeons of Great Britain and Ireland Foundation
at the Royal College of Surgeons of England
35/43 Lincoln's Inn Fields
London WC2A 3PN

Society of Academic and Research Surgery (1015921)
at the Royal College of Surgeons of England
35/43 Lincoln's Inn Fields
London WC2A 3PN

The British Journal of Surgery Society Limited

Report of the Council

The Trustees present their report and financial statements for the year ended 31st December 2011

Company Number 1248899

Charity Number 271326

Governing Documents

The British Journal of Surgery Society Ltd is constituted as a limited company without share capital and owns the right to publish the British Journal of Surgery. The Memorandum and Articles of Association (originally drafted in the 1950s) are updated to reflect any changes in the Companies Act. The last amendments to these were approved at the Thirty-third Annual General Meeting on 13 May 2009 to reflect changes in Company and Charities legislation in the UK and to incorporate changes to the structure of the Society and its relationship with its privileged bodies.

Board of Trustees

The trustees (who are also the directors, under company law) who served through the year 2010 and up to the date of signing this report are detailed below (with the date of resignation for those not currently serving)

Professor N J McC Mortensen (Chairman)
Professor J-C Givel (Vice Chairman)
Professor U Haglund (Vice Chairman)
Mr I G Finlay (Treasurer)
Professor O J Garden (Company Secretary and Chairman-Elect)
Mr D Baker
Professor P-A Clavien
Professor D Jaeck (resigned 11 May 2011)
Professor D Legemate
Professor R Madoff
Dr A Montgomery (elected 11 May 2011)
Professor M Morino (elected 11 May 2011)
Professor P Naredi
Professor R O'Connell (Company Secretary-Elect)
Professor L Pahlman (resigned 11 May 2011)
Professor S Post
Professor A Sitges Serra
Professor E Turet
Professor R Tollenaar
Dr C Vallet (elected 11 May 2011)
Mr M G Wyatt (Treasurer-Elect)

In addition Council meetings were attended by the Editors (who are not Trustees)

Professor D Alderson (Editor in Chief)
Mr J J Earnshaw (Editor in Chief)
Mr J Beynon
Dr M Boermeester
Dr K DeJong
Mr K Soreide
Mr D Winter

The British Journal of Surgery Society Limited

Report of the Council (Continued)

Trustees are appointed by Council of the British Journal of Surgery Society Ltd for a period of five years. Some constituent bodies enjoy "Privileged Body status" and nominate one of their members to join Council. These include the Association of Surgeons of Great Britain and Ireland, the Society of Academic Research Surgeons (previously the Surgical Research Society), the Association of Surgeons of the Netherlands, the Spanish Society for Surgical Research, the Swedish Surgical Society and the Swiss Surgical Society. The Byelaws were amended in 2009 to give the Society authority regarding Privileged Bodies. Members of a Privileged Body were elected for 4 years and this could be extended by the Privileged Body for a further 4 years if it so wished. The Society appointed members for a period of 5 years, with a possible extension of a further 5 years. One-third of members should continue to retire every year to be in line with Company Law. Officers are elected from within the trustees (Council) for a period of five, with a possible extension of three, years. A formal programme of continuing professional development will be delivered in 2012. Currently, Trustees are provided with detailed information on their responsibilities as Trustees and as Directors of the Society. Information on their specific responsibilities within the Society is provided on commencement of their office and this is reviewed annually. They are directed to the information available with the Charity Commission and Companies House and are informed of any changes in regulations. In 2011, Trustees were instructed on various issues, including the impact of the Bribery Act and Risk Guidance for smaller charities.

The information set out on page 1 forms part of this report.

Management

The usual practice of the Society is to invite qualified persons to become members of the Society and all members of the Society are deemed to be members of the Editorial Board of the Society (and Journal). The Society meets twice a year in London and normally in the Continent of Europe. An Annual General Meeting is held each year to coincide with the meeting of the Association of Surgeons of Great Britain and Ireland. The Council is aided in its business by the advice of an executive committee consisting of the Chairman, the Treasurer, the Secretary, two Vice-Chairmen and the two Editors-in-Chief of the Journal. Following the appointment of a Company Secretary-Elect and Treasurer-Elect, these two council members were invited to attend executive meetings to ensure a smooth transition of responsibilities.

Council of the British Journal of Surgery Society Ltd appoints the editors and invites individuals who have either contributed well to the Journal by providing high quality referees' reports, submitting manuscripts or who will assist in the Society's strategic goals, to join the Editorial Board. On a day-to-day basis, the Executive Committee will address any outstanding issues and take them forward to Council for discussion and ratification.

Council determines the investment strategy on a yearly basis and this decision is translated into action by the Treasurer in conjunction with the investment adviser. The Executive Group would be responsible for addressing any issues that arise in the day-to-day running of the Journal and, in particular, will ensure that the Journal's editors are supported appropriately by the publishers of the Journal.

No trustee receives payment for their activities other than the reimbursement of their travel and other related expenses. The Society is registered with the Charities Commission but is exploring also registering with the Office of the Charities Register in Scotland since some of its executive officers are based in Scotland and the proposed administrative support for the Society will be based in Scotland from January 2012.

Related Parties

There are no related parties or partner organisations with which the Society cooperates in the pursuit of its charitable objectives other than its Privileged Bodies or surgical associations with whom the Society may endeavour to promote its aims and objectives.

Risk and Reserves

The Risk Committee is chaired by the Vice-Chairman, Professor Givel, and includes the Treasurer and Company Secretary. The committee meets at least twice a year or more frequently if required. The Risk Committee has reviewed the material risk faced by the Society. The Society employs no individual in the conventional sense although officers' secretaries receive an honorarium for their services. Council considered that the increasing activities of the Society required development of its administrative support to reduce workload on the executive officers, minimise duplication of effort between secretarial and treasurer offices and to promote the possibility of increased continental representation on executive positions. The Society will be supported by a consultant who will assist in the administration of the Society's activities from 1st January 2012. The Society owns no property and the risks of misuse or misappropriation of funds has been considered to be small. The Risk Committee continues to keep the possible introduction of indemnity insurance under review. It had been agreed that the low risk to the Society, in relation to its meeting its objectives, did not alone warrant the establishment of indemnity insurance but the situation will be reviewed in 2012. The Society has maintained sufficient levels of reserves to mitigate against any perceived risks and continues to review any potential risks in relation to its activities. The Society has a policy of maintaining financial reserves at approximately 4-5 times annual income to mitigate against current changes in publishing from paper to electronic forms and other risks associated with the current economic situation.

The British Journal of Surgery Society Limited

Report of the Council (Continued)

Annual income to year end 2011 was £327,864. The general unrestricted reserves at 31st December were £1,993,675 compared to £1,951,438 at the year ended 2010. This is consistent with our reserve policy and is considered to be prudent in the current financial environment. All Trustees have registered any conflict of interests and completed appropriate 'Fit and Proper Persons' documentation.

As indicated above, the appointment of Ms Camilla O'Brien as Society administrator will necessitate registration of the Society with the Office of the Scottish Charity Regulator during 2012 since she will be based in Glasgow and the Chairman-Elect, Professor James Garden, will be based in Edinburgh. This process has already begun.

Objectives and Activities

The objects of the Society are to advance and improve education in surgery and to diffuse knowledge on new and improved methods of teaching and practising surgery in all its branches.

The objectives of the Society continue to be the successful publication monthly of the BJS (British Journal of Surgery), which is Europe's leading surgical journal. The Journal has incorporated previously the European Journal of Surgery and Swiss Surgery. The name of the Journal employed in the past has been "BJS - British Journal of Surgery incorporating the European Journal of Surgery and Swiss Surgery" but the front cover in 2011 has been 'BJS' to promote a more European brand. The principle objective of the Society is to promote BJS as Europe's leading surgical journal and to support its affiliated surgical associations in Europe in promoting and advancing the practice of surgery. The Society intends that the Journal continues to extend its subscription base and explore relationships with key European surgical groups as well as establishing its international reputation outside Europe. To this end, it has established a formal affiliated relationship with the Spanish Society for Surgical Research and entered into a heads of agreement with the European Federation of the International Society for Digestive Surgery. A previous three year agreement with the European Society for Surgical Research was terminated as a result of any significant recruitment of subscribers to the BJS. The Society intends to undertake a strategic review of its activities in 2012 and produce a business plan for its future activities.

Through its affiliated surgical associations, the Society supports the advancement of surgical teaching, surgical research and the surgical community in general by providing research and editorial bursaries, invited lectureships, surgical prizes and general support of surgical meetings across Europe. The Society will consider additional financial support to promote excellence in surgical practice and, thereby, promote the British Journal of Surgery. All such funding requires approval of the full Council at its regular meetings.

Public Benefit

We have referred to the guidance in the Charity Commission's general guidance on Public Benefit when reviewing our aims and objectives and in planning our future activities. In particular, the Trustees consider how planned activities will contribute to the aims and objectives they have set. The activities of the Charity have a clear public benefit by leading to an improvement in the understanding and delivery of the science of surgery and by improving the education of surgeons and delivering improvements in the craft of surgery including surgical technique. This in turn leads a direct and indirect improvement upon the health and well being of the general public by improving the outcome for the public after surgery. This potential benefit applies to all the citizens of the United Kingdom and beyond. Any benefit derived in the private sector is incidental to the general aims and objectives of the Society.

Policies

Reserves. The Society has aimed to maintain its reserves at approximately four to five times annual income to facilitate the Society capitalising on opportunities to meet its objectives. The Society has resolved to fund, annually, lectureships and prizes at the meetings of its affiliated societies and other relevant surgical associations to promote the Journal and its profile internationally. Editorial bursaries are awarded directly by the Society annually to promote surgical writing and editing. It has been resolved that the cost of these activities be met from the income generated by the royalties agreed with the Journal's publishers.

Grant Making: The outcome of grant awards over the last year is detailed in the Review of Activities, below and in Note 4.

The British Journal of Surgery Society Limited

Report of the Council (Continued)

Investments: The strategy for prudent investment is determined on a discretionary basis by the Society's investment advisers and is presented in detail annually to Council. The Treasurer, in conjunction with the Executive, ensures that sufficient financial reserve is maintained to ensure that the Society is able to meet all of the financial commitments. The annual income of the Society is principally from royalties earned by the Journal, which have been maintained in this last year as a consequence of a slight increase in non-member subscriptions, despite a decrease in sales of journal reprints and advertising and no change in license fees from institutions. Expenses have been maintained in line with the previous year. The investment portfolio has maintained its value and dividend income has been preserved. The Treasurer and Trustees did not commit any further funds to equity investment in this last year. The Society continued to maintain approximately two-thirds of the general reserves in cash at the end of 2010. The Society has not suffered any loss in the overall reserves during 2011 despite the volatility of the price of equities. Unrestricted reserves now stand at almost £1 994 million, an uplift of £42.5K over the past 12 months. The Trustees continue to keep the situation under review and have agreed with the Society's advisers to consider investment in company bonds to improve income generation.

The Trustees, aided by the financial advisors, are considering alternative income-generating investments but are unlikely to devote more funds at the present time to equities. The trustees consider the current exposure to equities to be modest and reasonable and unlikely to be subject to a loss which will jeopardise the finances of the Society.

Achievements, Performance and Financial Review

This last year has seen no change in the executive members of Council but Professors Jaeck and Pahlman retired from Council. Professor Montgomery and Manno have been appointed to ensure representation of privileged bodies and to increase Continental European representation on Council. The editorial responsibilities continue under the leadership of the Joint Editors in-Chief, Professor D Alderson and Mr J J Earnshaw, with Prof A Bergenfelz, Mr J Beynon, Dr M Boormeester, Prof CHC Dejong, Mr K Soreide and Mr D Winter as Associate Editors. In anticipation of the return of the Company Secretary and Treasurer, replacements were identified and allowed to attend executive meetings during the year to ensure a smooth transition of management. The Company Secretary was elected by Council as the incoming Chairman and it is anticipated that his appointment will be approved formally at the Annual General Meeting in May 2012.

The Society continues to maintain the quality and circulation of the Journal and has continued to maintain reserves of 4-5 times annual income. The Society has maintained its support of lecturships at meetings worldwide, since this was seen to be an important mechanism for the dissemination of new information to trained surgeons, and therefore directly benefits patients. In 2011, the Journal had a further increase in circulation and in its impact factor, and continued to support an increasing number of prestigious lectureships. Specifically, the Society has developed a relationship with the Journal of the American College of Surgeons to maintain its North American and international profile.

The BJS continues to be published in a timely fashion each month by the publishers, Wiley-Blackwell. The Society continues to benefit from increasing revenue from royalties to enable the Society to pursue and expand its charitable functions. The continued quality of the BJS is evidenced by its high impact factor, which places the Journal as the top general surgical journal in Europe and second in the world only to the Annals of Surgery. The Journal continues to strengthen its position as the leading journal of surgery in Europe, with an increasing subscription base. The Society's Executive has ensured that the publishers continue to work with the Editors in developing the Manuscript Central system so that reviewed manuscripts can be processed rapidly.

The international profile of the British Surgery of Journal continues through its fellowships, awards, prizes and lectureships. These are listed in the Appendix. The Society has continued with its successful policy of awarding editorial apprenticeships to encourage younger surgeons to consider becoming involved in surgical editing and writing. Dr Olaf Schouten (The Netherlands) and Mr Michael Silver (UK) commenced as editorial apprentices in July 2010 for one year. Meetings and workshops were also held during the year to assist interested surgeons in writing and reviewing of manuscripts. The Society continues to fund a named lecture at the annual meeting of the European Surgical Association, the principal surgical academic forum in Europe. The Society has continued to foster its relationships with privileged bodies and affiliated associations, and to develop a strategy for developing educational material to complement the journal content.

The Society continues to enjoy a secure financial position as a result of the increasing circulation of the Journal in both paper and electronic form. Reserves continue to be set aside to ensure that funds are available to support the strategic development of the Journal.

Lectureships / Prizes

Please see Appendix 1, at the back of the financial statements.

The British Journal of Surgery Society Limited

Report of the Council (Continued)

Future Plans

The BJS continues to work with Wiley-Blackwell to improve the quality of the Journal and increase its readership. It is also the aim of the Society to provide education to surgeons worldwide by extending the financial support for lectureships as this will improve the dissemination of information regarding "state of the art" techniques between surgeons and thereby benefiting patients. The Society will continue to look at opportunities to enter into strategic relationships with European surgical groups and to maintain its international profile by looking to support educational activities at international meetings. The Society's discussions with the European Federation - International Society for Digestive Surgery led to the signing of a one-year heads of agreement as well as a formal five-year agreement with the Spanish Society of Surgical Research as an affiliated body. Discussions continue with the Journal of the American College of Surgeons to explore potential complementary collaborations and it is likely that the two journals will combine forces at a symposium in 2013 at the American College of Surgeons Annual Meeting to mark the 100th anniversary of the founding of both organisations. The Society has also agreed to support a BJS lectureship at the next meeting of the Society of University Surgeons in the United States. Plans are well advanced for a meeting in Oxford in June 2013 to mark the 100th anniversary of the BJS. Further workshops on 'How to review a clinical paper' and 'What a good paper looks like' were run successfully in 2011. The Society will pursue further development of web-based products and support BJS workshops in the UK, continental Europe and in Malaysia in 2012.

Statement of Trustee's Responsibilities

The trustees (who are also directors of The British Journal of Surgery Society Limited for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently,
- observe the methods and principles in the Charities SORP,
- make judgements and estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

These accounts comply with current statutory requirements, the requirements of the Memorandum and Articles of Association and the requirements of the Statement of Recommended Practice (2005) "Accounting and Reporting by Charities".

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

The British Journal of Surgery Society Limited

Report of the Council (Continued)

Audit Information

In so far as the trustees are aware

- there is no relevant audit information of which the charitable company's auditor is unaware, and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit

Auditors

Kingston Smith LLP have indicated their willingness to continue in office and are deemed to be reappointed in accordance with section 487(2) of the Companies Act 2006

Small company rules

These accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

This report was considered and approved by Council at its meeting on
and signed on behalf of the Council by

19 May 2012



Professor O J. Garden
Honorary Secretary

Independent Auditors Report To the Members of The British Journal of Sugery Society Limited

We have audited the financial statements of The British Journal of Surgery Society Limited for the year ended 31 December 2011 which comprise the Statement of Financial Activities (the Summary Income and Expenditure Account), the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 Part 16 of the Companies Act 2006. Our audit work has been undertaken for no purpose other than to draw to the attention of the charitable company's members those matters which we are required to include in an auditor's report addressed to them. To the fullest extent permitted by law, we do not accept or assume responsibility to any party other than the charitable company and charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of Trustees and Auditors

As explained more fully in the Trustees' Responsibilities Statement, the trustees' (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the trustees, and the overall presentation of the financial statements.

Opinion on the financial statements

In our opinion the financial statements

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2011 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been properly prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matters prescribed by the Companies Act

In our opinion the information given in the Trustees' Annual Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of trustees' remunerations specified by law are not made, or
- we have not received all the information and explanations we require for our audit.

  LLP

Neil Finlayson, Senior Statutory Auditor
for and on behalf of Kingston Smith LLP, Statutory Auditor

Devonshire House
60 Goswell Road
London EC1M 7AD
Date: 29/5/2012

The British Journal of Surgery Society Limited
Statement of Financial Activities
(Incorporating the Summary Income and Expenditure Account)
For the year ended 31st December 2011

		Unrestricted Funds	
	Note	2011 £	2010 £
Incoming Resources			
<i>Incoming resources from generated funds</i>			
Investment income	2	20,673	18,943
<i>Incoming resources from charitable activities</i>			
Journal income		307,151	424,086
Subscriptions		40	489
Total Incoming Resources		327,864	443,518
Resources Expended			
<i>Costs of generating funds</i>			
Investment management costs		2,810	109
Other Costs of Generating Funds		3,936	590
<i>Charitable activities</i>	3	242,412	228,202
<i>Governance costs</i>	3	16,832	14,199
Total Resources Expended		265,990	243,100
Net incoming resources for the year		61,874	200,418
Realised (losses) on investments	7	(1,259)	(4,479)
Net income for the year		60,615	195,939
Unrealised (losses) / gains on investments	7	(18,378)	62,472
Net Movement in Funds		42,237	258,410
Fund Balances Brought Forward at 1st January		1,951,438	1,693,028
Fund Balances Carried Forward at 31st December	12	1,993,675	1,951,438

All gains and losses arising in the year have been included in the Statement of Financial Activities and arise from continuing operations

The notes on pages 11 to 15 form part of these accounts

The British Journal of Surgery Society Limited
Balance Sheet at 31st December 2011

	Note	2011 £	2011 £	2010 £	2010 £
Fixed Assets					
Tangible assets	6		1		1
Investments	7		<u>914,997</u>		<u>789,797</u>
			914,998		789,798
Current Assets					
Debtors	9	3,858		13,422	
Cash at bank		<u>1,109,919</u>		<u>1,186,255</u>	
		1,113,777		1,199,677	
Creditors Amounts falling due within one year	10	<u>(35,100)</u>		<u>(38,037)</u>	
Net Current Assets			<u>1,078,677</u>		<u>1,161,640</u>
Total Assets less Current Liabilities			<u><u>1,993,675</u></u>		<u><u>1,951,438</u></u>
 Funds					
Unrestricted - Revaluation reserve	12		275,891		294,631
- Other	12		<u>1,717,784</u>		<u>1,656,808</u>
			<u><u>1,993,675</u></u>		<u><u>1,951,438</u></u>

The notes on pages 11 to 15 form part of these accounts

These accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

Approved by the Council, and authorised for issue, on
and signed on behalf of the Council by

19 May 2012

Professor NJ McC Mortensen
Chairman

Mr I Finlay
Honorary Treasurer

COMPANY NUMBER: 1248899

The British Journal of Surgery Society Limited

Notes to the Accounts

For the year ended 31st December 2011

1 Accounting Policies

Accounting Convention

The accounts are prepared under the historical cost convention, modified to include the revaluation of fixed asset investments, and in accordance with the Statement of Recommended Practice "Accounting and Reporting by Charities" (2005), the Companies Act 2006 and applicable accounting standards

Incoming Resources

Income is recognised in the period in which the charitable company is entitled to receipt and the amount can be measured with reasonable certainty. Income is deferred only when the charity has to fulfill conditions before becoming entitled to it or where the donor has specified that the income is to be expended in a future period

Resources Expended

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Wherever possible costs are directly attributed to these headings. Costs common to more than one area are apportioned on the basis of staff time spent on each area

The costs of generating funds are those costs of seeking potential funders and applying for funding

Support costs are those costs incurred in support of the charitable objectives. These have been allocated to the charitable activities on a basis that fairly reflects the true use of those resource within the organisation

Governance costs are those incurred in the governance of the charity and are primarily associated with the constitutional and statutory requirements

Tangible Fixed Assets

All assets acquired for continuing use are capitalised

Tangible fixed assets are written off over the period of their expected useful lives on a straight line basis as follows

Office fixtures, fittings and equipment	15% per annum
Computer	33 1/3% per annum

Investments

Income from investments is credited in the accounts on the date of receipt and credit is taken in the accounts for income tax recoverable but not received

In accordance with the Statement of Recommended Practice, listed investments (which are dealt with on a recognised stock exchange) are included in the accounts at their mid market value whilst the valuation of unlisted investments is based on prices quoted by the managers of the investments

2 Investment Income

	2011	2010
	£	£
Income from listed investments	20,613	18,896
Bank deposit interest	60	47
	<u>20,673</u>	<u>18,943</u>

The British Journal of Surgery Society Limited
Notes to the Accounts
For the year ended 31st December 2011 (Continued)

3 Resources Expended

	Charitable Activities			Total 2011 £	Total 2010 £
	Charitable activities £	Grants and donations £	Governance costs £		
Grants and donations (See note 4)	-	106,756	-	106,756	102,842
Secretarial services (See note 5)	31,112	-	-	31,112	31,385
Office and sundry expenses	4,512	5,694	538	10,744	11,203
Meeting and travel expenses	82,180	-	-	82,180	78,694
Legal and professional fees	12,158	-	-	12,158	4,669
Audit fees - current year	-	-	6,500	6,500	6,195
Bookkeeping and payroll	-	-	9,794	9,794	7,414
	<u>129,962</u>	<u>112,450</u>	<u>16,832</u>	<u>259,244</u>	
31st December 2010	<u>119,464</u>	<u>108,738</u>	<u>14,199</u>		<u>242,401</u>

4 Grants and Donations

	2011 £	2010 £
Travel fellowships	8,000	6,000
Donations to the Association of Surgeons	500	11,800
Moynihan Room grant	3,800	28,505
Other Moynihan grants	-	1,000
BJs lectures	81,749	25,977
BJs prizes	9,793	6,550
Sponsorship	-	7,792
Isiqalo Foundation	2,514	-
Support costs	400	15,218
	<u>106,756</u>	<u>102,842</u>

Lecture and prize fees are paid to individuals

Support costs are apportioned costs attributable to the grants and donations activity

Payments made to connected parties during the year were awarded to

	2011 £	2010 £
The Surgical Foundation		
Association of Surgeons of Great Britain and Ireland Foundation	10,100	36,601
Society of Academic and Research Surgery	4,300	500
	<u>14,400</u>	<u>37,101</u>

The British Journal of Surgery Society Limited
Notes to the Accounts
For the year ended 31st December 2011 (Continued)

5	Staff Costs	2011	2010
		£	£
	Wages & Salaries	29,858	29,768
	Social Security costs	1,254	1,617
		<u>31,112</u>	<u>31,385</u>
	The average number of employees during the year	<u>3</u>	<u>3</u>
	No employee earned more than £60,000 per annum (2010 - none)		

6	Tangible Fixed Assets		Office Fixtures, Fittings and Equipment	
		Computer	£	Total
		£	£	£
	Cost			
	At 1st January 2011	38,017	8,554	46,571
	Additions	-	-	-
	As at 31st December 2011	<u>38,017</u>	<u>8,554</u>	<u>46,571</u>
	Depreciation			
	At 1st January 2011	38,016	8,554	46,570
	Charge for the year	-	-	-
	As at 31st December 2011	38,016	8,554	46,570
	Net Book Value			
	At 31st December 2011	<u>1</u>	<u>-</u>	<u>1</u>
	At 31st December 2010	<u>1</u>	<u>-</u>	<u>1</u>

7	Investments		Total 2011	Total 2010
		Listed	Unlisted	
		£	£	£
	Market value 1st January	500,785	289,012	789,797
	Additions at cost	170,220	-	170,220
	Disposals at opening market value (proceeds £25,383, loss £1,259)	(26,642)	-	(26,642)
	Net unrealised losses on revaluation at 31st December	<u>(11,627)</u>	<u>(6,751)</u>	<u>(18,378)</u>
	Market value at 31st December	<u>632,736</u>	<u>282,261</u>	<u>914,997</u>
	Historical cost at 31st December	<u>485,339</u>	<u>115,000</u>	<u>600,339</u>

7a	The investments which represent more than 5% of the value of the portfolio comprise		Market Value	
			£	Cost
				£
	Unlisted			
	Accumulation shares		220,170	80,000
	Income shares		<u>62,091</u>	<u>35,000</u>

The British Journal of Surgery Society Limited
Notes to the Accounts
For the year ended 31st December 2011 (Continued)

7a Continued . . .

	Market Value	Cost
	£	£
Listed		
Shell 1 & 1 - Ord 25p	38,062	16,832
Shares PLC Sterling Corp Bond	47,764	46,980
Reckitt Benckiser Ord 10 5p	31,800	12,082
Treasury 2 5% 2016	56,151	54,213
Treasury 2 5% 2020	<u>60,291</u>	<u>59,409</u>

8 Reconciliation of Movements in Gains and Losses on Investment Assets

	£
Unrealised gains at 1st January 2011	294,631
Add in respect of disposals in year	(362)
Add net losses on revaluations in year	<u>(18,378)</u>
Unrealised gains at 31st December 2011	<u>275,891</u>

9 Debtors

	2011	2010
	£	£
Royalties	-	7,720
Prepayments	300	5,702
VAT	<u>3,558</u>	<u>-</u>
	<u>3,858</u>	<u>13,422</u>

10 Creditors Amounts falling due within one year

	2011	2010
	£	£
Taxes and social security	-	4,599
Accruals	7,500	6,612
Grant creditors	27,600	5,576
VAT	<u>-</u>	<u>21,250</u>
	<u>35,100</u>	<u>38,037</u>

11 Trustees and Related Parties

No trustees received any remuneration for their services. Expenses amounting to £22,497 (2010 - £32,814) were reimbursed for travel to meetings and conferences and for office expenses to 5 trustees (2010 - 4)

12 Unrestricted Funds

	At 01 01 2011	Incoming Resources	Resources Expended & Net Investment Losses	Transfers	At 31 12 2011
	£	£	£	£	£
Revaluation reserve	294,631	-	(18,378)	(362)	275,891
Other funds	<u>1,656,808</u>	<u>327,863</u>	<u>(267,249)</u>	<u>362</u>	<u>1,717,784</u>
	<u>1,951,439</u>	<u>327,863</u>	<u>(285,627)</u>	<u>-</u>	<u>1,993,675</u>

The transfer represents the overall loss on disposal of investments including gains and losses previously taken to the revaluation reserve.

The British Journal of Surgery Society Limited
Notes to the Accounts
For the year ended 31st December 2011 (Continued)

13 Limited Liability

The British Journal of Surgery Society Limited is a company limited by guarantee and as such does not have a share capital. In the event of a winding up the liability of each member is limited to £25.

The British Journal of Surgery Society Limited
Appendix 1 to the Accounts (Prizes and Lectures)
For the year ended 31 December 2011

Organisation	Lecturer	Prize
ASGBI	BJS Travelling Fellowship Lecture Prof A Siges Serra, Barcelona, Spain	Moynihan Prize Mr R Gillies, Oxford
Contribution to Overseas Committee ASGBI		John Farndon Prize Prof J MacFie, Scarborough
Association of Coloproctology of Great Britain & Ireland	Dr R Rosenberg, Munich Germany	Mr A Almoudaris, London, UK
AUGIS	Prof T Sano, Tokyo, Japan	Dr K Carswell, London, UK
Vascular Society		Dr S Harrison, London, UK
British Association of Endocrine and Thyroid Surgeons	Prof G Thompson, Rochester, USA	Miss A Komocka, Oxford, UK
Association of Laparoscopic Surgeons at ASGBI		David Dunn Medal Mr E MacDonald, Glasgow, UK
ALS Annual Scientific Meeting	Dr C Ren-Felding, New York, USA	
BASO - ACS meeting	Dr A Giuliano, Santa Monica, USA	Mr Sameer-ul Haque, London, UK
Association of Breast Surgery	Prof M Morrow, New York, USA	Mr M Fazel, London, UK
Society of Academic & Research Surgery	Prof S Post, Mannheim, Germany	
Swiss Society of Surgery	Prof H Bleuler, Lausanne, Switzerland	Mr E Fitzgerald, Dublin, Ireland
Association of Surgeons of the Netherlands	Prof Dr P M Rommens, Mainz, Germany	
Swedish Surgical Society	Mr G Poston, Liverpool, UK	
European Society of Coloproctology	Prof L Beaujeu, Paris, France	Prof S Ng, Hong Kong
European Surgical Association	Prof J Vacanti, Boston, USA	
German Society for Surgery (DGCh)/ German Society of General and Visceral Surgery (DGAV)	Dr H Buchwald, Minneapolis, USA	
European Society for Surgical Research		Mr W R R Farid, Rotterdam, The Netherlands
Royal Australasian College of Surgeons	Prof Sir A Darzi, London, UK	
University of Edinburgh MSc in Surgical Sciences dissertation		Mr S O'Neill, Edinburgh, UK Mr L Shapley - Birmingham, UK
Spanish Society for Surgical Research	Dr A Mencassi, Pisa, Italy	Dr M-P Basterrechea, Oviedo, Spain
James IV Association of Surgeons		Prof C Coffey, Limerick, Ireland